

UNITED STATES BANKRUPTCY COURT  
DISTRICT OF MASSACHUSETTS

In re Chapter 7

Prime Mortgage Financial, Inc. Case No. 08-40238-JBR  
Debtor

RESPONSE OF ARIS H. PAPPAS TO  
TRUSTEE'S OBJECTION TO CLAIM NUMBER 59

Creditor Aris H. Pappas files the following response to the Trustee's Objection to Claim Number 59:

1. The trustee filed an objection to Claim Number 59 of Aris H. Pappas alleging that there was no documentation attached to substantiate the claimant's salary or the right to priority. Pappas has filed herewith an Amended Proof of Claim 59 (also attached hereto) which contains documentation to substantiate the claim and right to priority.

2. The original claim listed an incorrect amount. The amended claim is for \$105,000 in accrued salary of \$10,950 is entitled to priority as it was incurred within 180 days of the filing of the petition or the cessation of the debtor's business.

3. The claimant Aris H. Pappas was the president of the Debtor corporation and worked full time for the debtor corporation up until the filing of the petition. Pappas has not received any salary from the debtor since May 31, 2007 and the claim does not exceed the reasonable value of the services pursuant to §502(b)(4).

4. The trustee has also filed Adversary No. 09-04047 against Aris H. Pappas and Toyota Motor Credit Corp. If the Court does not overrule the trustee's objection to Pappas claim, Pappas suggests that the Objection to his claim should be consolidated with Adversary No. 09-04047.

WHEREFORE, Aris H. Pappas requests that the Court overrule the trustee's objection to Claim Number 59.

ARIS H. PAPPAS  
By his Attorney,

/s/ John O. Desmond

Dated: May 15, 2009

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John O. Desmond (BBO 554580)  
24 Union Avenue  
Framingham, MA 01702  
Tel: (508) 879-9638  
Email: john.desmond@jdesmond.com

CERTIFICATE OF SERVICE

May 15, 2009

I, John O. Desmond, certify under the pains and penalties of perjury that on this date, true and correct copies of the foregoing RESPONSE OF ARIS H. PAPPAS TO TRUSTEE'S OBJECTION TO CLAIM NUMBER 59 were served via the U.S. Bankruptcy Court's CM/ECF filing system or by U.S. Mail, First Class, postage pre-paid, to those persons not appearing on the Court's receipt of electronic filing:

United States Trustee  
446 Main Street, 14th Floor  
Worcester, MA 01608

David M. Nickless, Esq.  
Susan H. Christ, Esq. Attorney for Trustee  
Nickless & Philips, PC  
625 Main Street  
Fitchburg, MA 01420

Taruna Garg, Esq. Attorney for Debtor  
Murtha Cullina  
99 High Street  
Boston, MA 02110

Paul Carey, Esq. Attorney for 371 Turnpike Road, LLC  
Mirick O'Connell  
100 Front Street  
Worcester, MA 01608-1477

Peter F. Shea, Esq. Attorney for PFR Essex Waterman LLC  
Carolan, Greeley, Shea & Machado  
65 Franklin Street  
Boston, MA 02110-1303

Timothy J. Chapman, Esq. Attorney for City of East Providence  
Assistant City Solicitor  
145 Taunton Avenue  
East Providence, RI 02914

Paul J. O'Riordan, Esq.  
Philip F. Coppinger, Esq  
Seder & Chandler  
339 Main Street  
Worcester, MA 01608

Attorney for Vernon Theater, LLC

Keith E. Toms, Esq.  
Bromberg & Sunstein LLP  
125 Summer Street  
Boston, MA 02110

Attorney for Mobility Services International

/s/ John O. Desmond

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John O. Desmond

United States Bankruptcy Court  
District of Massachusetts

PROOF OF CLAIM

Case Number:  
08-40238-JBR

Name of Debtor:  
Prime Mortgage Financial, Inc.

NOTE: This form should not be used to make a claim for an administrative expense arising after the commencement of the case. A request for payment of an administrative expense may be filed pursuant to 11 U.S.C. § 503.

Name of Creditor (the person or other entity to whom the debtors owes money or property):  
Arlis H. Pappas

Name and address where notices should be sent:  
C/O John Desmond, 24 Union Avenue  
Framingham, MA 01702

Telephone:

☒ Check this box to indicate that this claim amends a previously filed claim.

Court Claim Number: 59  
(If known)

Filed on: May 27, 2008

Name and address where payment should be sent (if different from above):

☐ Check this box if you are aware that anyone else has filed a proof of claim relating to your claim. Attach copy of statement giving particulars.  
☐ Check this box if you are the debtor or trustee in this case.

Telephone:

1. Amount of Claim as of Date Case Filed: \$ 105,000.00

If all or part of your claim is secured, complete item 4 below; however, if all of your claim is unsecured, do not complete item 4.

If all or part of your claim is entitled to priority, complete item 5.

☐ Check this box if claim includes interest or other charges in addition to the principal amount of claim. Attach itemized statement of interest or charges.

2. Basis for Claim: Services performed  
(See instruction #2 on reverse side.)

3. Last four digits of any number by which creditor identifies debtor: \_\_\_\_\_  
3a. Debtor may have scheduled account as: \_\_\_\_\_  
(See instruction #3a on reverse side.)

4. Secured Claim (See instruction #4 on reverse side.)  
Check the appropriate box if your claim is secured by a lien on property or a right of setoff and provide the requested information.

Nature of property or right of setoff: ☐ Real Estate ☐ Motor Vehicle ☐ Other  
Describe:

Value of Property: \$ \_\_\_\_\_ Annual Interest Rate: \_\_\_\_\_ %

Amount of arrearage and other charges as of time case filed included in secured claim.  
If any: \$ \_\_\_\_\_ Basis for perfection: \_\_\_\_\_

Amount of Secured Claim: \$ \_\_\_\_\_ Amount Unsecured: \$ \_\_\_\_\_

6. Credits: The amount of all payments on this claim has been credited for the purpose of making this proof of claim.

7. Documents: Attach redacted copies of any documents that support the claim, such as promissory notes, purchase orders, invoices, itemized statements of running accounts, contracts, judgments, mortgages, and security agreements. You may also attach a summary. Attach redacted copies of documents providing evidence of perfection of a security interest. You may also attach a summary. (See instruction 7 and definition of "redacted" on reverse side.)

DO NOT SEND ORIGINAL DOCUMENTS. ATTACHED DOCUMENTS MAY BE DESTROYED AFTER SCANNING.

If the documents are not available, please explain:

5. Amount of Claim Entitled to Priority under 11 U.S.C. §507(a). If any portion of your claim falls in one of the following categories, check the box and state the amount.

Specify the priority of the claim.

☐ Domestic support obligations under 11 U.S.C. §507(a)(1)(A) or (a)(1)(B).

☒ Wages, salaries, or commissions (up to \$10,950\*) earned within 180 days before filing of the bankruptcy petition or cessation of the debtor's business, whichever is earlier - 11 U.S.C. §507 (a)(4).

☐ Contributions to an employee benefit plan - 11 U.S.C. §507 (a)(5).

☐ Up to \$2,425\* of deposits toward purchase, lease, or rental of property or services for personal, family, or household use - 11 U.S.C. §507 (a)(7).

☐ Taxes or penalties owed to governmental units - 11 U.S.C. §507 (a)(8).

☐ Other - Specify applicable paragraph of 11 U.S.C. §507 (a)(\_\_\_\_).

Amount entitled to priority:  
\$ 10,950.00

\*Amounts are subject to adjustment on 4-1-10 and every 3 years thereafter with respect to cases commenced on or after the date of adjustment.

Date:  
5/15/09

Signature: The person filing this claim must sign it. Sign and print name and title, if any, of the creditor or other person authorized to file this claim and state address and telephone number if different from the notice address above. Attach copy of power of attorney, if any.

FOR COURT USE ONLY

UNITED STATES BANKRUPTCY COURT  
DISTRICT OF MASSACHUSETTS

In re Chapter 7  
Prime Mortgage Financial, Inc. Case No. 08-40238-JBR  
Debtor

SUMMARY OF AMENDED PROOF OF CLAIM

Aris H. Pappas files this Amended Proof of Claim Number 59 to correct the amount listed in the original proof of claim. The Claimant was the President of the Debtor corporation and is owed \$105,000 in accrued salary from the Debtor as of the petition date January 29, 2008, as set forth on the Debtor's A/P Aging Report dated January 14, 2008. (See Exhibit A, Page 8). The claimant's salary as President of the Debtor was \$35,000 per month. The claimant was owed accrued salary of \$35,000 as of October 15, 2007 as set forth on the spreadsheet attached hereto as Exhibit B. An additional \$70,000 in salary was accrued between October 16, 2007 and January 14, 2008.

The claimant originally filed a proof of claim in the amount of \$49,875. This figure was mistakenly taken from a Spreadsheet on Executive Compensation as of May 31, 2007, (See Exhibit C) that combined the accrued salary of Aris H. Pappas (\$35,000) with the accrued salary of Erin McSweeney (\$14,875).

The claim is filed as an unsecured claim with priority under 11 U.S.C. §507(a)(4)(A) for salary accrued within 90 days of the petition or cessation of the debtor's business.

# EXHIBIT A

**Prime Mortgage Financial, Inc.**  
**A/P Aging Summary**

As of January 14, 2008

	<u>Current</u>	<u>1 - 30</u>	<u>31 - 60</u>	<u>61 - 90</u>	<u>&gt; 90</u>
1st Appraisal Choice	0.00	0.00	0.00	0.00	350.00
A-TECH APPRAISAL CO, LLC	0.00	0.00	0.00	0.00	800.00
AAA Appraisal Service - IL	0.00	0.00	0.00	0.00	900.00
Aberdeen Appraisal Services	0.00	275.00	375.00	0.00	0.00
Absolute Value, Inc.	0.00	0.00	0.00	0.00	3,775.00
Accurate Real Estate Appr-FL	0.00	0.00	100.00	0.00	0.00
Affiliated Appraisal-MA	0.00	0.00	300.00	0.00	0.00
Alexander, Aronson, Finning & Co.	0.00	0.00	0.00	10,867.00	0.00
ALG Appraisals	0.00	0.00	125.00	0.00	0.00
Alpha Omega Appraisals, Inc. - VA	0.00	0.00	0.00	0.00	325.00
AMC Appraisal Co., Inc.	0.00	0.00	300.00	0.00	0.00
American Express	0.00	11,281.03	14,383.90	0.00	0.00
Angela Millington-Appraiser	0.00	0.00	0.00	0.00	1,800.00
Appraisal Associates of New England-CT	0.00	0.00	0.00	650.00	975.00
Appraisal Master Inc.	500.00	300.00	1,675.00	600.00	725.00
Appraisal Resources of CT, Inc.	0.00	0.00	0.00	200.00	0.00
Appraisals Unlimited-MA	0.00	0.00	350.00	0.00	0.00
AppraiserRI	0.00	0.00	0.00	0.00	425.00
Ascension Appraisal	0.00	1,500.00	275.00	0.00	1,000.00
Ashley, Scarborough, and Pierce	0.00	325.00	350.00	325.00	0.00
AT&T-Tel	0.00	840.01	854.55	0.00	0.00
Atlas Watersystems, Inc.	0.00	136.50	0.00	136.50	273.00
Aurora Loan Services, Inc.	0.00	0.00	0.00	0.00	450.00
Avenue Appraisal Company, Inc.	0.00	725.00	275.00	0.00	1,300.00
Bankers Residential	0.00	395.00	1,760.00	1,480.00	9,205.00
Barnett Appraisal Service	0.00	450.00	0.00	0.00	0.00
Barry Electric & Communication	0.00	0.00	0.00	1,521.00	2,441.81
Baseline Appraisal Services	575.00	3,025.00	3,700.00	2,950.00	550.00
Bay State Gas	0.00	24.80	17.83	0.00	0.00
Beacham Appraisal Service, Inc.	0.00	0.00	0.00	50.00	0.00
Beacon Appraisal Company, Inc - ME	0.00	0.00	0.00	0.00	350.00
Belmont & Crystal Springs	0.00	0.00	80.63	49.15	131.23
Berge Associates, Inc. - MA	0.00	0.00	0.00	0.00	300.00
BH Appraisal Services	0.00	0.00	0.00	300.00	0.00
BHF Printing, Inc.	0.00	15.75	209.98	462.12	388.89
Bill Bouthiette Associates	0.00	0.00	0.00	300.00	0.00
Billing Solutions	0.00	0.00	141.65	0.00	0.00
Blanchet Real Estate Services, Inc.	0.00	0.00	0.00	450.00	0.00
Bomba Gargano Valution, Inc.	0.00	0.00	0.00	0.00	350.00
Bowditch & Dewey, LLP	0.00	0.00	0.00	0.00	73,770.02
Box & Associates, Inc.	0.00	0.00	0.00	0.00	325.00
Boyle Appraisal Group	0.00	0.00	0.00	0.00	325.00
Brodley Appraisals - MA	0.00	0.00	0.00	0.00	500.00
Central Mass Evaluations	0.00	325.00	0.00	0.00	0.00
Cintas Document Management	297.00	314.00	267.50	0.00	0.00
Citi Home Equity	0.00	0.00	0.00	0.00	1,956.25
CitiMortgage Correspondent Lending	16,158.87	0.00	0.00	0.00	0.00
City of East Providence	218.96	0.00	218.96	0.00	0.00
Coast Line Appraisals	0.00	0.00	0.00	0.00	275.00
Collier Residential Appraisal Inc	0.00	0.00	275.00	0.00	0.00



**Prime Mortgage Financial, Inc.**  
**A/P Aging Summary**

As of January 14, 2008

	<u>Current</u>	<u>1 - 30</u>	<u>31 - 60</u>	<u>61 - 90</u>	<u>&gt; 90</u>
Colonial Appraisal Services, LLC-CT	0.00	0.00	0.00	500.00	550.00
Connecticut Mortgage Bankers Association	0.00	0.00	0.00	0.00	675.00
Conversent Communications-ONE	0.00	340.41	329.24	335.87	0.00
CoreLogic Systems	0.00	13.00	0.00	0.00	0.00
Corporation Service Company (CSC)	0.00	0.00	137.16	0.00	0.00
Countryway Appraisals	0.00	0.00	0.00	350.00	1,050.00
Coverall of Southern New England	0.00	0.00	429.00	429.00	333.67
Craftsmen Machinery Co., Inc.	0.00	0.00	517.50	345.00	2,092.38
Crystal Rock Bottled Water	87.70	35.03	0.65	45.75	125.55
Cullen Electrical Contractors, Inc.	0.00	0.00	437.67	0.00	0.00
Cummings Appraisal Service	0.00	0.00	0.00	0.00	300.00
DANKA	0.00	0.00	2,751.54	0.00	0.00
David Houppert	0.00	0.00	0.00	0.00	300.00
DeSalvo & Son-PROTECH	0.00	715.08	2,736.47	0.00	2,867.20
Dolan Appraisal Company, Inc.	0.00	0.00	0.00	0.00	1,025.00
Durette Appraisals, Inc.	0.00	0.00	0.00	0.00	250.00
Elizabeth A. Clemenzi	0.00	0.00	0.00	0.00	825.00
Emerald Valley Appraisal	0.00	0.00	0.00	0.00	50.00
Excel Communications -TX	0.00	55.68	54.50	55.76	0.00
Factual Data Corp.-Boston	36.01	35.35	0.00	69.19	2,471.24
Fannie Mae	0.00	5,292.00	5,586.00	5,439.00	10,400.25
Federico Appraisal Service	0.00	0.00	0.00	100.00	1,425.00
First American Flood Data	0.00	0.00	640.00	0.00	0.00
First Fidelity Appraisal Sv of NE	0.00	0.00	0.00	750.00	1,175.00
FIS Flood Services	120.00	1,380.00	2,000.00	1,520.00	4,600.00
Gilbert Appraisals - ME	0.00	0.00	0.00	0.00	350.00
Grasso Appraisal Services, Inc.	0.00	0.00	0.00	125.00	275.00
Graybar Financial Services, LLC-IL	322.67	642.92	643.12	643.12	0.00
Greatland	0.00	0.00	0.00	321.77	0.00
Greg Bouchillon	0.00	0.00	0.00	0.00	90.00
Groleau & Groleau, LLC	0.00	0.00	0.00	0.00	300.00
Guardian Mortgage Documents, Inc.	0.00	0.00	0.00	35.00	420.00
Hansen Quality	0.00	0.00	0.00	324.00	156.00
Hartford Insurance	0.00	1,511.60	0.00	0.00	0.00
ICL Appraisals	0.00	0.00	0.00	0.00	350.00
Idearc Media	0.00	0.00	35.00	35.00	1,807.80
Impulse Appraisal	0.00	0.00	0.00	0.00	350.00
Info-Tech Research Group Inc.	0.00	0.00	0.00	0.00	990.00
Izzo Appraisal Services-MA	0.00	0.00	700.00	0.00	0.00
James M. Cline - TX	0.00	0.00	0.00	0.00	350.00
Jones Appraisal Service, Inc. -GA	0.00	0.00	0.00	0.00	350.00
K&K Quality Appraisal Inc	0.00	0.00	0.00	300.00	0.00
K&R Appraisal Services	0.00	0.00	300.00	0.00	0.00
Kevin Silva Snow Plowing	0.00	0.00	0.00	0.00	87.50
Landrith Appraisal - SC	0.00	0.00	0.00	350.00	0.00
LandSafe Appraisal Services	0.00	0.00	0.00	0.00	10,580.00
Larry A. Stotts R.E. Appraisals, Inc.	0.00	0.00	0.00	0.00	300.00
Lending Tree, Inc.	0.00	0.00	0.00	0.00	9,244.00
Lighthouse Appraisals - CT	0.00	0.00	0.00	0.00	125.00
Lind Appraisals	0.00	0.00	325.00	525.00	2,125.00

**Prime Mortgage Financial, Inc.**  
**A/P Aging Summary**

As of January 14, 2008

	<u>Current</u>	<u>1 - 30</u>	<u>31 - 60</u>	<u>61 - 90</u>	<u>&gt; 90</u>
Lydon Appraisal Group	0.00	0.00	0.00	0.00	400.00
Mackey Appraisal Services	0.00	0.00	0.00	0.00	725.00
Mannino Appraisers	0.00	0.00	0.00	0.00	50.00
Mass Buying Power	0.00	180.00	0.00	0.00	30.00
Mass Cleaning Company	0.00	0.00	0.00	0.00	1,344.00
MBI Graphics & Printing Corp.	0.00	0.00	0.00	446.65	2,357.55
McCammon & Associates	0.00	0.00	0.00	0.00	325.00
MERS	0.00	396.00	0.00	0.00	0.00
MGIC Investor Services Corporation	820.00	10.00	2,140.00	0.00	0.00
Middleberg, Riddle & Gianna	0.00	2,000.00	2,000.00	0.00	0.00
Middlesex Appraisal Associates	0.00	0.00	300.00	325.00	2,600.00
Minuteman Security Technologies	24.95	24.95	24.95	24.95	24.95
Mobility Services International, LLC	0.00	5,900.00	5,900.00	11,800.00	64,900.00
Monster, Inc.	0.00	0.00	0.00	0.00	899.96
Nabors Appraisal Company	0.00	0.00	0.00	0.00	350.00
NAII	0.00	1,818.18	1,818.18	1,818.18	0.00
National Grid-0005-MA	1,065.99	3,847.29	3,684.07	4,775.52	311.35
National Grid-0049-RI	0.00	631.34	550.48	631.82	0.00
National Grid-1048-RI	0.00	396.07	74.16	15.44	0.00
National Registered Agents, Inc.	0.00	0.00	0.00	0.00	15.00
NEBS	0.00	0.00	0.00	0.00	625.30
Newport Appraisal Group	0.00	0.00	0.00	0.00	750.00
North Atlantic Appraisal - MA	0.00	0.00	0.00	0.00	415.00
NSTAR-Electric	0.00	433.83	578.54	793.51	0.00
NSTAR-Gas	0.00	0.00	0.00	0.00	-282.49
O'Malley, O'Rourke & Bezz Appraisal Assoc	0.00	0.00	0.00	300.00	0.00
Oak Creek Appraisal Co., LLC	0.00	0.00	300.00	600.00	1,975.00
Olympic Appraisals, Inc.	0.00	600.00	1,000.00	300.00	0.00
Owens Appraisal Services	0.00	0.00	0.00	0.00	375.00
Paul E. Phaneuf Appraisers	0.00	0.00	325.00	0.00	0.00
PC Mall	0.00	0.00	0.00	0.00	194.56
Pitney Bowes	0.00	2,082.99	0.00	15.75	0.00
PMI Mortgage Insurance Co.	0.00	0.00	0.00	435.00	25.00
Poland Springs	0.00	62.81	75.95	164.93	57.83
Prescott Appraisal Service, Inc.	0.00	0.00	0.00	0.00	725.00
Prime Appraisals, Inc.	0.00	0.00	0.00	0.00	300.00
Prints Made Easy	0.00	0.00	0.00	0.00	59.67
Progressive R.E. Appraisal Svc	0.00	850.00	200.00	1,375.00	2,700.00
Property Consultants, Inc.	0.00	0.00	0.00	0.00	300.00
Purchase Power	0.00	0.00	530.82	985.95	0.00
R & M Appraisals	0.00	0.00	0.00	500.00	300.00
Rapid Appraisals, Inc.	0.00	0.00	0.00	0.00	400.00
RCI Residential - CT	0.00	0.00	0.00	0.00	200.00
Real Estate Appraisers & Consultant - GA	0.00	0.00	0.00	0.00	725.00
RENT-E PROV RI, RFP Essex W	0.00	0.00	5,385.00	5,385.00	97.00
RENT-HAMDEN CONN, S7r Properties	0.00	0.00	4,959.50	0.00	0.00
RENT-MARSHFIELD, Scituate Fed	0.00	0.00	6,212.92	0.00	0.00
RENT-Mid RI, Aquidneck Ave. Equities, LLC	0.00	0.00	903.50	0.00	0.00
RENT-SB, 371 Turnpike Road LLC	0.00	0.00	32,888.50	32,888.50	98,665.50
RENT-WORC, Vernon Theatre L.L.C.	0.00	0.00	0.00	0.00	214.95

# A/P Aging Summary

As of January 14, 2008

	Current	1 - 30	31 - 60	61 - 90	> 90
Royal Appraisal Services	0.00	0.00	0.00	0.00	700.00
Rynne, Murphy & Associates, Inc	0.00	0.00	275.00	0.00	0.00
S & S Appraisal Associates, Inc.	0.00	0.00	0.00	400.00	0.00
Schofield, Appraisers & Consultants	0.00	350.00	350.00	800.00	1,620.00
Service Link / Previously ATM	0.00	450.00	220.00	0.00	2,230.00
Shred-it RI	0.00	0.00	70.00	70.00	140.00
Shred-It CT	0.00	0.00	98.58	98.88	326.27
SinnenGreen & Associates	0.00	0.00	0.00	0.00	425.00
Staples Business Advantage	1,167.60	667.81	1,844.23	859.71	2,490.83
Statewide Appraisal Service, Inc	0.00	0.00	0.00	0.00	200.00
Strand Appraisal Services, Inc.	0.00	0.00	0.00	0.00	325.00
Summit Appraisal Services-CO	0.00	0.00	0.00	0.00	-375.00
TALX	0.00	279.60	281.10	413.40	460.80
The Boecherer House	0.00	0.00	0.00	302.00	0.00
The Carolina Appraisal Group	0.00	0.00	0.00	0.00	375.00
The Forrester Company	0.00	0.00	0.00	0.00	350.00
The Real Estate Analyst	0.00	325.00	0.00	0.00	0.00
The Turning Point, Inc.	0.00	0.00	0.00	21.90	94.90
Thomas W. Steinhart	0.00	0.00	0.00	0.00	325.00
Town of Auburn	47.70	0.00	0.00	0.00	0.00
Town of Marshfield	21.38	0.00	0.00	0.00	0.00
Town of Southborough	467.28	0.00	0.00	0.00	0.00
Tri-County Appraisals of SW Florida, Inc	0.00	350.00	0.00	0.00	0.00
Truaccess Appraisals, Inc.	0.00	0.00	0.00	0.00	900.00
United Appraisals, Inc.-FL	0.00	0.00	0.00	0.00	350.00
United Guaranty	0.00	110.00	405.00	825.00	2,095.00
UPS	0.00	0.00	0.00	57.95	0.00
Vadala Real Estate Appraisals, Inc.	0.00	0.00	0.00	500.00	0.00
Verifications, Inc.	0.00	0.00	0.00	99.25	0.00
Verizon-Access	0.00	1,346.42	1,329.80	0.00	0.00
Verizon-NY	0.00	145.26	126.89	0.00	0.00
Verizon-PA 28003	17.16	196.51	1,298.18	0.00	0.00
Verizon-SB (Worc)	2,914.73	4,657.98	5,109.00	367.43	0.00
Verizon Wireless	0.00	314.44	433.48	0.00	0.00
Viking Appraisal, LLC	0.00	350.00	0.00	0.00	0.00
VirPack	0.00	2,400.00	0.00	0.00	0.00
Wells Fargo Financial Leasing	0.00	989.98	1,376.85	0.00	0.00
Whittemore Appraisal	0.00	0.00	350.00	0.00	0.00
Windham Real Property Appraisals, LLC	0.00	0.00	0.00	0.00	400.00
Wolters Kluwer Financial Services	0.00	0.00	0.00	0.00	250.00
<b>TOTAL</b>	<b>24,863.00</b>	<b>62,119.62</b>	<b>127,077.53</b>	<b>101,335.95</b>	<b>359,569.72</b>

Aris Pappas

Accrued salary for Aris Pappas

Accrued salary for Erin McSweeney

Disputed receivable William Poutre

James Ryder 2003 Bonus

**Prime Mortgage Financial, Inc.**  
**A/P Aging Summary**

As of January 14, 2008

	<b>TOTAL</b>
1st Appraisal Choice	350.00
A-TECH APPRAISAL CO, LLC	800.00
AAA Appraisal Service - IL	900.00
Aberdeen Appraisal Services	650.00
Absolute Value, Inc.	3,775.00
Accurate Real Estate Appr-FL	100.00
Affiliated Appraisal-MA	300.00
Alexander, Aronson, Finning & Co.	5,597.00
ALG Appraisals	125.00
Alpha Omega Appraisals, Inc. - VA	325.00
AMC Appraisal Co., Inc.	300.00
American Express	25,664.93
Angela Millington-Appraiser	1,800.00
Appraisal Associates of New England-CT	1,625.00
Appraisal Master Inc.	3,800.00
Appraisal Resources of CT, Inc.	200.00
Appraisals Unlimited-MA	350.00
AppraiserI	425.00
Ascension Appraisal	2,775.00
Ashley, Scarborough, and Pierce	1,000.00
AT&T-Tel	1,694.56
Atlas Watersystems, Inc.	546.00
Aurora Loan Services, Inc.	450.00
Avenue Appraisal Company, Inc.	2,300.00
Bankers Residential	12,840.00
Barnett Appraisal Service	450.00
Barry Electric & Communication	3,962.81
Baseline Appraisal Services	10,800.00
Bay State Gas	42.63
Beacham Appraisal Service, Inc.	50.00
Beacon Appraisal Company, Inc - ME	350.00
Belmont & Crystal Springs	261.01
Berge Associates, Inc. - MA	300.00
BH Appraisal Services	300.00
BHF Printing, Inc.	1,076.74
Bill Bouthiette Associates	300.00
Billing Solutions	141.65
Blanchet Real Estate Services, Inc.	450.00
Bomba Gargano Valution, Inc.	350.00
Bowditch & Dewey, LLP	60,140.25
Box & Associates, Inc.	325.00
Boyle Appraisal Group	325.00
Brodley Appraisals - MA	500.00
Central Mass Evaluations	325.00
Cintas Document Management	878.50
Citi Home Equity	1,956.25
CitiMortgage Correspondent Lending	16,158.87
City of East Providence	437.92
Coast Line Appraisals	275.00
Collier Residential Appraisal Inc	275.00

**Prime Mortgage Financial, Inc.**  
**A/P Aging Summary**

As of January 14, 2008

	<u>TOTAL</u>
Colonial Appraisal Services, LLC-CT	1,050.00
Connecticut Mortgage Bankers Association	675.00
Conversent Communications-ONE	1,005.52
CoreLogic Systems	13.00
Corporation Service Company (CSC)	137.16
Countryway Appraisals	1,400.00
Coverall of Southern New England	1,191.67
Craftsmen Machinery Co., Inc.	2,954.88
Crystal Rock Bottled Water	294.68
Cullen Electrical Contractors, Inc.	437.67
Cummings Appraisal Service	300.00
DANKA	2,751.54
David Houppert	300.00
DeSalvo & Son-PROTECH	6,318.75
Dolan Appraisal Company, Inc.	1,025.00
Durette Appraisals, Inc.	250.00
Elizabeth A. Clemenzi	825.00
Emerald Valley Appraisal	50.00
Excel Communications -TX	165.94
Factual Data Corp.-Boston	2,611.79
Fannie Mae	26,717.25
Federico Appraisal Service	1,525.00
First American Flood Data	640.00
First Fidelity Appraisal Sv of NE	1,925.00
FIS Flood Services	9,620.00
Gilbert Appraisals - ME	350.00
Grasso Appraisal Services, Inc.	400.00
Graybar Financial Services, LLC-IL	2,251.83
Greatland	321.77
Greg Bouchillon	90.00
Groleau & Groleau, LLC	300.00
Guardian Mortgage Documents, Inc.	455.00
Hansen Quality	480.00
Hartford Insurance	1,511.60
ICL Appraisals	350.00
Idearc Media	1,877.80
Impulse Appraisal	350.00
Info-Tech Research Group Inc.	990.00
Izzo Appraisal Services-MA	700.00
James M. Cline - TX	350.00
Jones Appraisal Service, Inc. -GA	350.00
K&K Quality Appraisal Inc	300.00
K&R Appraisal Services	300.00
Kevin Silva Snow Plowing	87.50
Landrith Appraisal - SC	350.00
LandSafe Appraisal Services	10,580.00
Larry A. Stotts R.E. Appraisals, Inc.	300.00
Lending Tree, Inc.	9,244.00
Lighthouse Appraisals - CT	125.00
Lind Appraisals	2,975.00

**Prime Mortgage Financial, Inc.**  
**A/P Aging Summary**

As of January 14, 2008

	<u>TOTAL</u>
Lydon Appraisal Group	400.00
Mackey Appraisal Services	725.00
Mannino Appraisers	50.00
Mass Buying Power	210.00
Mass Cleaning Company	1,344.00
MBI Graphics & Printing Corp.	2,804.20
McCammon & Associates	325.00
MERS	396.00
MGIC Investor Services Corporation	2,970.00
Middleberg, Riddle & Gianna	4,000.00
Middlesex Appraisal Associates	3,225.00
Minuteman Security Technologies	124.75
Mobility Services International, LLC	88,500.00
Monster, Inc.	899.96
Nabors Appraisal Company	350.00
NAII	5,454.54
National Grid-0005-MA	13,684.22
National Grid-0049-RI	1,813.64
National Grid-1048-RI	485.67
National Registered Agents, Inc.	15.00
NEBS	625.30
Newport Appraisal Group	750.00
North Atlantic Appraisal - MA	415.00
NSTAR-Electric	1,805.88
NSTAR-Gas	-282.49
O'Malley, O'Rourke & Bezz Appraisal Assoc	300.00
Oak Creek Appraisal Co., LLC	2,875.00
Olympic Appraisals, Inc.	1,900.00
Owens Appraisal Services	375.00
Paul E. Phaneuf Appraisers	325.00
PC Mall	194.56
Pitney Bowes	2,098.74
PMI Mortgage Insurance Co.	460.00
Poland Springs	361.52
Prescott Appraisal Service, Inc.	725.00
Prime Appraisals, Inc.	300.00
Prints Made Easy	59.67
Progressive R.E. Appraisal Svc	5,125.00
Property Consultants, Inc.	300.00
Purchase Power	1,516.77
R & M Appraisals	800.00
Rapid Appraisals, Inc.	400.00
RCI Residential - CT	200.00
Real Estate Appraisers & Consultant - GA	725.00
RENT-E PROV RI, RFP Essex W	10,867.00
RENT-HAMDEN CONN, S7r Properties	4,959.50
RENT-MARSHFIELD, Scituate Fed	6,212.92
RENT-Mid RI, Aquidneck Ave. Equities, LLC	903.50
RENT-SB, 371 Turnpike Road LLC	164,442.50
RENT-WORC, Vernon Theatre L.L.C.	214.95

Prime Mortgage Financial, Inc.  
**A/P Aging Summary**

As of January 14, 2008

	<u>TOTAL</u>
Royal Appraisal Services	700.00
Rynne, Murphy & Associates, Inc	275.00
S & S Appraisal Associates, Inc.	400.00
Schofield, Appraisers & Consultants	3,120.00
Service Link / Previously ATM	2,900.00
Shred-it RI	280.00
Shred-It CT	523.73
SinnenGreen & Associates	425.00
Staples Business Advantage	7,030.18
Statewide Appraisal Service, Inc	200.00
Strand Appraisal Services, Inc.	325.00
Summit Appraisal Services-CO	-375.00
TALX	1,434.90
The Boecherer House	302.00
The Carolina Appraisal Group	375.00
The Forrester Company	350.00
The Real Estate Analyst	325.00
The Turning Point, Inc.	116.80
Thomas W. Steinhart	325.00
Town of Auburn	47.70
Town of Marshfield	21.38
Town of Southborough	467.28
Tri-County Appraisals of SW Florida, Inc	350.00
Truaccess Appraisals, Inc.	900.00
United Appraisals, Inc.-FL	350.00
United Guaranty	3,435.00
UPS	57.95
Vadala Real Estate Appraisals, Inc.	500.00
Verifications, Inc.	99.25
Verizon-Access	2,676.22
Verizon-NY	272.15
Verizon-PA 28003	1,511.85
Verizon-SB (Worc)	13,049.14
Verizon Wireless	747.92
Viking Appraisal, LLC	350.00
VirPack	2,400.00
Wells Fargo Financial Leasing	2,366.83
Whittemore Appraisal	350.00
Windham Real Property Appraisals, LLC	400.00
Wolters Kluwer Financial Services	250.00
<b>TOTAL</b>	<b><u>674,965.82</u></b>
Aris Pappas	\$625,000
Accrued salary for Aris Pappas	\$105,000
Accrued salary for Erin McSweeney	\$57,875
Disputed receivable William Poutre	
James Ryder 2003 Bonus	25,000

## EXHIBIT B



<u>Date</u>	<u>Salary Paid</u>	<u>Salary Accrued</u>	<u>Total Salary</u>	<u>Contributions</u>	<u>Notes</u>
1/31/2007	5,000.00	25,000.00	30,000.00		
2/15/2007	10,000.00	-	10,000.00		
2/28/2007	10,000.00	10,000.00	20,000.00		
3/15/2007	-	-	-		
3/30/2007	250,000.00	(250,000.00)	-	225,655.85	Contribution was net of \$250,000 paid less payroll tax withholdings
3/30/2007		(100,000.00)	-	100,000.00	Accrued Salary recharacterized to Subordinated Debt
3/31/2007	-	30,000.00	30,000.00		
4/13/2007	-	-	-		
4/30/2007	15,000.00	15,000.00	30,000.00		
5/15/2007	-	-	-		
5/31/2007	10,000.00	20,000.00	30,000.00		
6/15/2007	-	-	-		
6/30/2007	-	30,000.00	30,000.00		
7/13/2007	-	-	-		
7/31/2007	-	30,000.00	30,000.00		
8/15/2007	-	-	-		
8/31/2007	-	(60,000.00)	(60,000.00)		Reversed accrued salary for months of June and July 2007
9/14/2007	-	-	-		
9/28/2007	-	-	-		
10/15/2007	-	-	-		
10/31/2007					
11/15/2007					
11/30/2007					
12/15/2007					
12/31/2007					
Total	300,000.00	(250,000.00)	150,000.00	325,655.85	

SUMMARY:

Total Salary paid (Gross pay) thru 10/15/07	320,000.00	
Gross pay used to fund capital contribution on 3/30/07	(250,000.00)	Proceeds of pay \$225,655.85 applied to capital
Gross pay not reinvested in Prime (10/15/07)	70,000.00	

Accrued Salary for Aris Pappas at 12/31/06	285,000.00
Accrued Salary taken for capital contribution (3/30/07)	(250,000.00)
Accrued Salary recharacterized to subordinated debt (3/30/07)	(100,000.00)
Salary Accrued for Aris Pappas 2007	100,000.00
Accrued Salary on books for Aris Pappas as of 10/15/07	35,000.00

## EXHIBIT C

## Executive Compensation

5/31/2007

		6101-02	2211 -	2211 -		6101-01	2211 -	2211 -
		Salary Paid	Accr'd Sal Paid	Accrued Salary		Salary Paid	Accr'd Sal Paid	Accrued Salary
Aris	15-Jan	-	-	15,000	Erin	15-Jan	500	-
	31-Jan	5,000	-	10,000		31-Jan	500	-
	15-Feb	10,000	-	5,000		15-Feb	500	-
	28-Feb	10,000	-	5,000		28-Feb	500	-
	15-Mar	-	-	15,000		15-Mar	500	-
1	31-Mar	-	(350,000)	15,000		31-Mar	500	-
	15-Apr	-	-	15,000		15-Apr	250	-
	30-Apr	15,000	-	-		30-Apr	250	-
	15-May	-	-	15,000		15-May	250	-
	31-May	10,000	-	5,000		31-May	250	-
	15-Jun	-	-	-		15-Jun	-	-
	30-Jun	-	-	-		30-Jun	-	-
	15-Jul	-	-	-		15-Jul	-	-
	31-Jul	-	-	-		31-Jul	-	-
	15-Aug	-	-	-		15-Aug	-	-
	31-Aug	-	-	-		31-Aug	-	-
	15-Sep	-	-	-		15-Sep	-	-
	30-Sep	-	-	-		30-Sep	-	-
	15-Oct	-	-	-		15-Oct	-	-
	31-Oct	-	-	-		31-Oct	-	-
	15-Nov	-	-	-		15-Nov	-	-
	30-Nov	-	-	-		30-Nov	-	-
	15-Dec	-	-	-		15-Dec	-	-
	31-Dec	-	-	-		31-Dec	-	-
<b>Totals</b>		<b>50,000</b>	<b>(350,000)</b>	<b>100,000</b>	<b>Totals</b>		<b>4,000</b>	<b>-</b>

Total Salary Paid 54,000.00  
 Accrued Salary Paid (350,000)  
 Accrued Salary 100,000  
 Net Accrued Salary (250,000)

Beginning Balance	299,875	Aris	385,000
Net Accrued Salary	(250,000)	Erin	14,875
Total Accrued	49,875		399,875

G/L 2211 - Accrued Salary 29,875  
 Diff 20,000

1 Manual Check cut on 3/27 in the amount of \$250,000.00 to Aris  
 Promisory Note Signed 3/30 for \$100,000.00